

MINUTES OF THE MEETING OF BOARD OF PUBLIC WORKS, JUNE 25, 1941.

The Board of Public Works met on June 25, 1941, in the office of the Treasurer of Maryland, State Office Building, Annapolis, Maryland.

There were present: Herbert R. O'Connor, Governor  
J. Millard Tawes, Comptroller  
Hooper S. Miles, Treasurer

Mr. Walter N. Kirkman, Director of the Department of Budget and Procurement, also attended the meeting.

GENERAL BOND ISSUE OF 1941 - July 15, 1941 Installment.

The Board proceeded to open proposals for the purchase of \$859,000.00 General Bond Issue of 1941, Issue of July 15th, 1941, in accordance with advertisements appearing in the Baltimore Sun and the Baltimore News-Post of June 9th, 13th, 16th, and 20th, 1941, and the Bond Buyer and The Wall Street Journal of June 11th, 1941, as follows:

STATE OF MARYLAND  
TREASURY DEPARTMENT

\$859,000.00 "GENERAL BOND ISSUE OF 1941".

Annapolis, Md.

Pursuant to Chapter 854 of the Acts of the General Assembly of Maryland, Session of 1941, providing for the issue of the Certificates of Indebtedness herein mentioned and described, and pursuant also to a resolution of the Board of Public Works of Maryland passed on the 9th day of April, 1941, and on file and open to inspection in the office of the said Board in Annapolis, Md., the Treasurer of the State of Maryland will receive bids or proposals for Certificates of Indebtedness of the State of Maryland as follows:

\$859,000.00 CERTIFICATES OF INDEBTEDNESS KNOWN AS  
"GENERAL BOND ISSUE OF 1941".

Said Certificates of Indebtedness will all be dated July 15th, 1941. The Bidders are requested to indicate in their bids the rate of interest to be paid on the bonds, on which rate their bids are to be based and submitted. The rate named must be a multiple of one-fourth of one percentum, the interest to be payable semi-annually on the 15th day of January and July, respectively, during the continuance of said loan, and all bids shall be based on an offering to pay not less than par for the bonds. The principal of said loan will be payable upon the Serial Annuity Plan, as more fully set forth in said Act of 1941, Chapter 854, as follows:

GENERAL BOND ISSUE OF 1941

<u>Series</u>	<u>Amount</u>	<u>Redeemable</u>
"A"	\$58,000.00	July 15, 1944
"B"	60,000.00	July 15, 1945
"C"	61,000.00	July 15, 1946
"D"	62,000.00	July 15, 1947
"E"	63,000.00	July 15, 1948
"F"	65,000.00	July 15, 1949
"G"	66,000.00	July 15, 1950
"H"	67,000.00	July 15, 1951
"I"	69,000.00	July 15, 1952
"J"	70,000.00	July 15, 1953
"K"	71,000.00	July 15, 1954
"L"	73,000.00	July 15, 1955
"M"	74,000.00	July 15, 1956.

The said Certificate of Indebtedness will be of the denomination of

\$1,000.00 each, subject to registration as to principal, and all will be issued with interest coupons attached.

This loan and the interest payable thereon is exempt from the Federal Income Tax and from State, County and Municipal taxation in the State of Maryland.

The said bids or proposals must be delivered to the Treasurer of the State at HIS OFFICE IN ANNAPOLIS, MD., before 12 o'clock, noon, on

WEDNESDAY, June 25th, 1941.

Each bid must be for cash on delivery and must be inclosed in a sealed envelope addressed on the outside "Proposal for General Bond Issue of 1941". Each bid must be accompanied by a certified check upon some responsible banking institution, drawn to the order of the Treasurer of Maryland, for five percent of the par value of the amount bid for. All bids or proposals will be opened at 12 o'clock, noon, on Wednesday, June 25th, 1941, in the presence of the undersigned.

On the opening of said proposals as many of said Certificates of Indebtedness as have been bid for, not exceeding, however, the amount for which proposals are invited, may be awarded by the Governor, the Comptroller of the Treasury and the Treasurer, or a majority of them to the highest responsible bidder or bidders therefor for cash, and if two or more responsible bidders have made the same bid and such bid is the highest and the certificates so bid for by such highest responsible bidders are in excess of the whole amount of certificates <sup>in</sup> offered for sale, then such Certificates of Indebtedness may be awarded/a ratable rpoportion to such responsible bidders bidding the same price.

The undersigned may, in their discretion, accept one bid for all of said loan or separate bids for parts of said loan as may produce the largest amount, and they may, in their discretion, accept bids which may be for parts of said loan, but are not for all, and they reserve the right, in their discretion, to reject all bids or any bids.

The Certificates of Indebtedness awarded will be delivered to the successful bidder or bidders upon receipt of the amount of the successful bid or bids, and any accrued interest due, on TUESDAY, JULY 15th, 1941, AT THE OFFICE OF THE STATE TREASURER, ANNAPOLIS, MD.

Bidders are referred to the said Chapter 854 of the Acts of the General Assembly of 1941 as containing the full terms and provisions of this loan.

It is one of the terms of this offering that the bonds when issued will be the legal and valid binding obligations of the State. The opinion of the Attorney General of Maryland and the opinion of Bartlett, Poe and Clagett to this effect will be delivered to the successful bidder. Bidders may, if they wish, make the legality and validity of the bonds one of the terms of the bid by making the bid "subject to legality" or using any equivalent form of expression, but without leaving this question to the decision of the bidders or their counsel. All bids conditioned upon the approval of the bidders or counsel, whether named or unnamed, will be treated as conditional bids and rejected unless the condition is waived by the bidder to the satisfaction of the Board before the award has been made.

HERBERT R. O'CONOR, Governor  
J. MILLARD TAWES, Comptroller  
of the Treasury  
HOOPER S. MILES, Treasurer.

The bids received and opened were as follows:

BANKERS TRUST COMPANY

16 Wall Street, New York

June 25, 1941

The Honorable Hooper S. Miles, Treasurer  
State of Maryland  
Annapolis, Maryland

Sir:

For all but no part of the following described, legally issued, properly executed direct general obligations of the State of Maryland, namely \$859,000 "General Bond Issue of 1941" Certificates of Indebtedness, to be dated July 15, 1941, to bear interest at the rate of one and one-quarter per centum ( $1\frac{1}{4}\%$ ) per annum, to mature as follows:

<u>Amount</u>	<u>Series</u>	<u>Maturity</u>
\$58,000	"A"	July 15, 1944
60,000	"B"	July 15, 1945
61,000	"C"	July 15, 1946
62,000	"D"	July 15, 1947
63,000	"E"	July 15, 1948
65,000	"F"	July 15, 1949
66,000	"G"	July 15, 1950
67,000	"H"	July 15, 1951
69,000	"I"	July 15, 1952
70,000	"J"	July 15, 1953
71,000	"K"	July 15, 1954
73,000	"L"	July 15, 1955
74,000	"M"	July 15, 1956

without option of prior payment, to be in coupon form in the denomination of \$1,000, registerable as to principal only, principal and semi-annual interest (January 15 and July 15) payable in Baltimore, Maryland and as further described in the official notice of sale signed, Herbert R. O'Connor, Governor; J. Millard Tawes, Comptroller of the Treasury and Hooper S. Miles, Treasurer,

we will pay the sum of \$871,464.09 or \$101.451 for each \$100 par value of certificates and accrued interest from date of certificates to date of delivery to us.

This bid is made subject to our being furnished without expense to us, at the time of the delivery of these certificates, legal opinions of the Attorney General of the State of Maryland and Messrs. Bartlett, Poe and Claggett, approving the validity of the certificates.

As evidence of our good faith in bidding, we enclose certified check in the amount of \$42,950 payable to the order of "The Treasurer of Maryland". If this proposal is accepted, this check is to be retained as part payment for the above mentioned \$859,000 Certificates of Indebtedness; otherwise it is to be returned immediately to our representative.

This bid is for immediate acceptance.

Very truly yours,

Bankers Trust Company  
Glore Forgan & Co.  
Union Securities Corp.

Robert Garrett & Sons  
G.M.-P. Murphy & Co.  
by Bankers Trust Co.

E. F. Dunstan, Vice President

EFD G 4  
Enc.

BLAIR & CO.

44 Wall St., New York

June 24, 1941

Mr. Hooper S. Miles, Treasurer  
State of Maryland  
Annapolis, Md.

Dear Sir:

For All, but no part of, \$859,000 par value of Certificates of Indebtedness of the State of Maryland, known as "General Bond Issue of 1941",

dated July 15, 1941, payable upon the Serial Annuity Plan as set forth in Chapter 854 of the Acts of the General Assembly of Maryland, and redeemable from \$58,000 annually on July 15, 1944 and graduating to \$74,000 on July 15, 1956, both inclusive, all as described in official Notice of Sale, we will pay the sum of

\$870,605.10

plus accrued interest for Certificates bearing interest at the rate of 1.25% per annum. It is our understanding that Certificates will be in coupon form, with privilege of registration, in the denomination of \$1,000 each, with principal and semi-annual interest payable in lawful money of the United States of America, in Baltimore, Maryland, also that the approving opinions of the Attorney General of Maryland and of Messrs. Bartlett, Poe and Claggett will be furnished to the purchaser without cost.

We enclose herewith certified check in the sum of \$42,950.- payable to the order of the Treasurer of Maryland, as evidence of good faith, to be retained by you and apply to purchase price should our bid be successful, and returned to us should our bid be unsuccessful.

Yours very truly,

Blair & Co., Inc.

Hemphill, Noyes & Co.

B. J. Van Ingen & Co., Inc.

By

Blair & Co., Inc.

G. Da.

Enclosure.

ALEX. BROWN & SONS

Baltimore, Md.

June 25, 1941

Hon. Hooper S. Miles  
Treasurer of the State of Maryland  
Annapolis, Maryland

Dear Sir:

For all but not for any part of \$859,00 STATE OF MARYLAND CERTIFICATES OF INDEBTEDNESS KNOWN AS "GENERAL BOND ISSUE OF 1941", to bear interest at the rate of 1% per annum, to be dated July 15, 1941, and to mature serially on July 15 from \$58,000 in 1944 to \$74,000 in 1956, both inclusive, without option of prior payment, all as more particularly described in the attached Notice of Sale, which is hereby made a part of this bid, bids for which are to be received by you until 12 o'clock, Noon, Wednesday, June 25, 1951, we hereby bid, subject to the favorable legal opinion of the Attorney General of Maryland and Messrs. Bartlett, Poe and Claggett, at the rate of \$100.59 and accrued interest to date of delivery for \$100. principal amount thereof. We enclose certified check in the amount of \$42,950.00., which covers your requirement.

Yours very truly,

Alex. Brown & Sons

The Chase National Bank of

the City of New York

By: Alex Brown & Sons.

CHEMICAL BANK & TRUST CO.

165 Broadway, New York

June 25, 1941

Mr. Hooper S. Miles, Treasurer  
State of Maryland  
Annapolis, Maryland

Dear Sir:

For all or none of the following described, legally issued, properly executed, general obligations of the State of Maryland, namely,

\$859,000 CERTIFICATES OF INDEBTEDNESS KNOWN AS  
"GENERAL BOND ISSUE OF 1941"  
dated July 15, 1941

<u>Series</u>	<u>Amounts</u>	<u>Maturities</u>
"A"	\$58,000	July 15, 1944
"B"	60,000	July 15, 1945
"C"	61,000	July 15, 1946
"D"	62,000	July 15, 1947
"E"	63,000	July 15, 1948
"F"	65,000	July 15, 1949
"G"	66,000	July 15, 1950
"H"	67,000	July 15, 1951
"I"	69,000	July 15, 1952
"J"	70,000	July 15, 1953
"K"	71,000	July 15, 1954
"L"	73,000	July 15, 1955
"M"	74,000	July 15, 1956

to be in coupon form, in the denomination of \$1,000 subject to registration as to principal; principal and semi-annual interest (January 15th and July 15th) payable in Baltimore, Maryland, in lawful money, the successful bidder to be furnished with the unqualified approving opinions of the Attorney General of the State of Maryland and Messrs. Bartlett, Poe and Claggett, to the effect that these certificates of indebtedness are general obligations of the State of Maryland for which the full faith and credit of the State are pledged, all as set forth in the notice of sale attached hereto and made a part of this bid;

We will pay par(\$859,000) and accrued interest to delivery date, plus a premium of 11,433.29 for the \$859,000 Certificates of Indebtedness bearing interest at the rate of 1 1/4%.

As evidence of our good faith we are attaching hereto certified check for \$42,950 to the order of the "Treasurer of Maryland", being the 5% deposit required; these funds to be retained by you as part payment of the purchase price in the event we are the successful bidder, otherwise to be returned forthwith.

Very truly yours,

Chemical Bank & Trust Co.  
Kean, Taylor & Co.  
R. L. Day & Co.

E. H. Rollins & Sons, Inc.  
By  
Chemical Bank & Trust Co.  
E. C. Williams, Asst. Vice Pres.

ECW:DK  
Encl.

DICK & MERLE-SMITH

30 Pine Street, New York

June 25, 1941

Hon. Hooper S. Miles, Treasurer  
State of Maryland  
Annapolis, Maryland

Dear Sir:

For all but no part of the \$859,000 STATE OF MARYLAND "general Bond Issue of 1941" Dated July 15, 1941, Series "A" to "M", inclusive, Due July 15, 1944-56, inclusive

as more fully described in the attached notice of sale which is hereby made a part of this proposal,

we will pay Eight Hundred, Fifty-nine Thousand, Five Hundred Fifteen and 54/100 (\$859,515.54) and accrued interest to date of delivery for bonds bearing interest at the rate of 1% per annum.

This bid is made with the understanding that these bonds are an unqualified direct obligation of the State of Maryland, that the full faith and credit of the State are pledged for the payment of principal and interest, and that prior to delivery of and payment for the bonds we will be furnished without cost with the final unqualified approving opinion of the Attorney General of

the State of Maryland and of Messrs. Bartlett, Poe and Claggett.

Very truly yours,  
Dick & Merle-Smith  
By: James E. Falisn

FIRST NATIONAL BANK  
Baltimore, Md.

June 25, 1941

The Honorable Hooper S. Miles, Treasurer  
State of Maryland  
Annapolis, Maryland

Dear Sir:

For certain Certificates of Indebtedness of the State of Maryland, namely \$859,000.00 Certificates of Indebtedness Known as "General Bond Issue of 1941", more fully described in the attached advertisement, which is part of this proposal, we respectfully bid you

\$101.57026

for each One Hundred Dollars par value, and accrued interest to the date of delivery, for all or none of the \$859,000.00 par value of Certificates, to bear coupons for Interest at the rate of One and One-Quarter Per Centum ( $1\frac{1}{4}\%$ ) per annum.

As evidence of good faith we enclose herewith certified check in the amount of \$42,950.00 drawn to the order of the Treasurer of Maryland, being five per cent of the par value bid for.

Respectfully yours,

First National Bank of the City of New York  
R. W. Pressprich & Co., New York  
Mercantile-Commerce Bank & Trust Co., St. Louis  
First National Bank of Baltimore

By First National Bank of Baltimore  
J. W. McElroy, Vice Pres.

THE FIRST NATIONAL BANK OF CHICAGO  
Chicago

June 25, 1941

Mr. Hooper S. Miles, Treasurer  
State of Maryland  
Annapolis, Maryland

Dear Sir:

For not less than all of \$859,000.00 par amount Certificates of Indebtedness, known as "General Bond Issue of 1941" of the State of Maryland, said certificates to be dated July 15, 1941, to be in denomination of \$1,000 each, to bear interest at the rate of One% per annum, said interest payable semi-annually on the 15th day of January and July of each year, to mature without option of prior payment as follows:

<u>Series</u>	<u>Amount</u>	<u>Redeemable</u>
"A"	\$58,000.00	July 15, 1944
"B"	60,000.00	July 15, 1945
"C"	61,000.00	July 15, 1946
"D"	62,000.00	July 15, 1947
"E"	63,000.00	July 15, 1948
"F"	65,000.00	July 15, 1949
"G"	66,000.00	July 15, 1950
"H"	67,000.00	July 15, 1951
"I"	69,000.00	July 15, 1952
"J"	70,000.00	July 15, 1953
"K"	71,000.00	July 15, 1954
"L"	73,000.00	July 15, 1955
"M"	74,000.00	July 15, 1956.

Said Certificates of Indebtedness being the full faith and credit obligations of the State of Maryland payable from taxes which may be levied against all of the taxable property located therein without limitation as to rate or amount and all in accordance with your published notice of sale, we will pay you par and accrued interest to date of delivery of the Certificates of Indebtedness to us together with a premium of \$1,366.00 or a total principal amount of \$860,366.00.

This bid is made subject to our being furnished, upon delivery of the Certificates of Indebtedness, with the final approving opinions of the Attorney General of the State of Maryland and of Messrs. Bartlett, Poe and Claggett of Baltimore, Maryland, establishing the legality of this issue.

As evidence of our good faith we enclose herewith certified check in the sum of \$42,950, same to be returned to us promptly in the event of our is not accepted.

This bid is made for immediate acceptance only and for delivery of these Certificates of Indebtedness on Tuesday, July 15, 1941 or not later than July 25, 1941.

Very truly yours,  
The First National Bank of Chicago  
Harris Trust & Savings Bank, Chicago  
By Lewis Miller, Asst. Vice Pres.  
The First National Bank of Chicago

GOLDMAN, SACHS & CO.

30 Pine Street, New York

June 25, 1941

Mr. Hooper S. Miles, State Treasurer  
State of Maryland  
Annapolis, Maryland

Dear Sir:

In accordance with the official notice of sale offering \$859,000 Certificates of Indebtedness known as "General Bond Issue of 1941", said certificates to be dated July 15, 1941 and to mature as follows:

<u>Series</u>	<u>Amounts</u>	<u>Maturities</u>
"A"	\$58,000.00	July 15, 1944
"B"	60,000.00	July 15, 1945
"C"	61,000.00	July 15, 1946
"D"	62,000.00	July 15, 1947
"E"	63,000.00	July 15, 1948
"F"	65,000.00	July 15, 1949
"G"	66,000.00	July 15, 1950
"H"	67,000.00	July 15, 1951
"I"	69,000.00	July 15, 1952
"J"	70,000.00	July 15, 1953
"K"	71,000.00	July 15, 1954
"L"	73,000.00	July 15, 1955
"M"	74,000.00	July 15, 1956

we offer to purchase all but no part of the above issue at an interest rate of  $1\frac{1}{4}\%$  and to pay therefor \$871,282.70 and accrued interest from date of said bonds to date of delivery.

We enclose herewith a certified check for \$42,950.00 as prescribed as a condition of this sale.

Yours very truly,

Goldman, Sachs & Co.  
Eastman, Dillon & Co.  
Gregory & Son, Inc.  
Frank B. Cahn & Co.

per pro Goldman, Sachs & Co.  
O. Krause

dsm:cf  
enclosure

8

HALSEY, STUART & CO., INC.  
35 Wall Street, New York

610027

June 25, 1941

Hon. Hooper S. Miles, Treasurer  
State of Maryland  
Annapolis, Maryland

Dear Sir:

For Eight Hundred Fifty Nine Thousand Dollars (\$859,000) STATE OF MARYLAND CERTIFICATES OF INDEBTEDNESS, known as "General Bond Issue of 1941", offered for sale Wednesday, June 25, 1941, at 12 o'clock noon, which Certificates represent legal and valid binding obligations of the State of Maryland for the payment of which the full faith and credit of the State are pledged, to be issued in coupon form in the denomination of \$1,000 registerable as to principal only, principal and semi-annual interest, January 15 and July 15, payable in Baltimore, Maryland, Certificates to be dated July 15, 1941 and to mature without option of prior payment July 15th as follows:

\$58,000	1944		
60,000	1945	\$67,000	1951
61,000	1946	69,000	1952
62,000	1947	70,000	1953
63,000	1948	71,000	1954
65,000	1949	73,000	1955
66,000	1950	74,000	1956

and in all other respects as set forth in the official notice of sale, we bid Par and accrued interest to date of delivery plus a premium of \$11,072.51 for Certificates bearing interest at the rate of 1.25 percentum per annum. (\$101.289).

It is understood that the Certificates will be delivered to us accompanied by the unqualified approving opinion of the Attorney General of the State of Maryland and the opinion of Messrs. Bartlett, Poe and Claggett whose opinions will be furnished by the State.

We are enclosing herewith our good faith check in the amount of \$42,950 to be held by you pending the fulfillment of our contract if we are the successful bidder. If our bid is not successful, please return our check immediately.

Respectfully submitted,

Halsey, Stuart & Co., Inc.  
Ladenburg, Thalmann & Co.  
Adams, McEntee & Co., Inc.  
Starkweather & Co.

Stern Brothers & Co.  
By  
Halsey, Stuart & Co., Inc.  
35 Wall St., New York, N.Y. By J.H.H.

LAZARD FRERES & CO.  
120 Broadway, New York

June 25, 1941

Mr. Hooper S. Miles  
State Treasurer  
Annapolis, Maryland

Dear Sir:

We offer to purchase, subject to the provisions of the official notice of sale, which notice is hereby made a part of this bid, \$859,000 State of Maryland bonds, "General Bond Issue of 1941", bearing interest at the rate of  $1\frac{1}{4}$  per centum per annum and maturing serially from July 15, 1944 to July 15, 1956, both inclusive, as set out in the above mentioned official notice of sale.

For all but no part of the above described bonds, we will pay Eight Hundred and Seventy-four Thousand, Three Hundred and Forty-one Dollars and seventy-four cents Dollars (\$874,341.74), and in addition thereto accrued interest to the date of delivery.



Prior to delivery and payment of the same, you are to furnish us with the approving opinion of the Attorney General of the State of Maryland and the opinion of Messrs. Bartlett, Poe & Claggett, certifying that said bonds have been legally issued and constitute general and valid binding obligations of the State of Maryland.

We are enclosing a duly certified check payable to the order of the Treasurer of the State of Maryland, in the amount of \$42,950, which check is to be returned to us if this bid is not accepted, otherwise to be held by the State of Maryland until delivery of the bonds, and to be retained as and for liquidated damages in case we fail to take up and pay for said bonds in accordance with the terms of this bid.

Very truly yours,

Representing:

per pro Lazard Freres & Co.

Lazard Freres & Co.

Walter H. Steel

C. F. Childs and Co.

Charles Clark & Co.

F. W. Craigie & Co.

nsd:aml

LEHMAN BROTHERS

1 William St., New York

June 25, 1941

Mr. Hooper S. Miles, Treasurer  
State of Maryland  
Annapolis, Maryland

Dear Sir:

Subject to the provisions of the official notice of sale, which is hereby made a part of this proposal, we will pay \$874,462.00 and accrued interest for all, but no part less than all, of

\$859,000 CERTIFICATES OF INDEBTEDNESS, KNOWN AS GENERAL  
BOND ISSUE OF 1941 OF THE STATE OF MARYLAND,

dated July 15, 1941 and maturing each July 15, 1944 to July 15, 1956, both inclusive, all as more fully described in said notice of sale, bearing interest at the rate of  $1\frac{1}{4}\%$ , all without option of prior redemption and with interest payable semi-annually on January 15 and July 15.

The certificates are to be in coupon form, of \$1,000 denomination, registerable as to principal only, both principal and interest payable in Baltimore, Maryland. The certificates are to be valid and legally binding obligations of the State of Maryland.

This bid is made subject to the undersigned being furnished on or prior to the delivery of the said certificates with the approving legal opinions of the Attorney General of the State of Maryland and of Messrs. Bartlett, Poe & Claggett, Baltimore, Maryland, as to the legality and validity of the said certificates.

In accordance with the provisions of said notice of sale, there is enclosed herewith a certified check in the amount of \$42,950.00, which, in the event that the above described bonds shall be awarded to the undersigned, is to be retained as part payment by you against delivery of and payment for the certificates by the undersigned, or to be retained as liquidated damages in the event that the undersigned should fail to take up and pay for the certificates in compliance with the terms of this proposal, or is to be returned by you to the undersigned on the failure on your part to deliver the certificates in compliance with the terms of this proposal.

Very truly yours,

Lehman Brothers  
Equitable Securities Corp.  
Tucker, Anthony & Co.  
Edward Lowber Stokes & Co.

By Lehman Bros.  
Account Managers.

RM/AT

MERCANTILE TRUST COMPANY  
of Baltimore

June 25, 1941

Hon. Hooper S. Miles, Treasurer  
State of Maryland  
Annapolis, Md.

Dear Sir:

For all but no part of the following described, legally issued, properly executed, direct general obligations of the State of Maryland, namely \$859,000. Certificates of Indebtedness, known as "General Bond Issue of 1941, to be dated July 15, 1941 and maturing July 15, 1944 to July 15, 1956 both inclusive, without option of prior payment, to be in coupon form in the denominations of \$1,000., registerable as to principal only, semi-annual interest payable January 15 and July 15, and as further described in official notice of sale signed by Herbert R. O'Connor, Governor, J. Millard Tawes, Comptroller of the Treasury and Hooper S. Miles, Treasurer, we bid the sum of \$101.3597 and accrued interest for each \$100. Certificate to date of delivery thereof, for bonds bearing 1 1/4% interest.

It is understood that we shall be furnished, without expense to us, at time of or prior to the delivery of these certificates, satisfactory legal opinion of the Attorney-General of the State of Maryland, approving the validity of the certificates, together with certified papers examined by him, also the approving opinion of Messrs. Bartlett, Poe and Claggett, attorneys of Baltimore, Maryland.

As evidence of our good faith in bidding, we enclose certified check in the amount of \$42,950.00 payable to the order of the Treasurer of Maryland. If this proposal is accepted, this check is to be retained as part payment for the above \$859,000. Certificates, otherwise, it is to be returned immediately to us.

This bid is made for immediate acceptance.

Yours very truly,

Mercantile Trust Co. of Baltimore  
Kidder, Peabody & Co., New York  
The Northern Trust Co., Chicago, Ill.  
Baker, Watts & Co., Baltimore  
Stein Bros. & Boyce, Baltimore  
By Mercantile Trust Company of Baltimore  
J. R. Crunkleton, Secretary

THE NATIONAL CITY BANK  
of New York, New York

June 25, 1941

Hon. Hooper S. Miles, Treasurer  
State of Maryland  
Annapolis, Maryland

Dear Sir:

For all but no part of the following described, legally issued, properly executed, general obligations of the State of Maryland, namely \$859,000 Certificate of Indebtedness, known as "General Bond Issue of 1941", offered for sale June 25, 1941, to be dated July 15, 1941, to be in coupon form in denomination of \$1,000, subject to registration as to principal, to bear interest at the rate of One and one-quarter per centum (1 1/4%) per annum, payable semi-annually January 15 and July 15, to mature without option of prior payment

Series "A"	\$58,000	on July 15, 1944
"B"	60,000	on July 15, 1945
"C"	61,000	on July 15, 1946
"D"	62,000	on July 15, 1947
"E"	63,000	on July 15, 1948
"F"	65,000	on July 15, 1949

"G"	66,000	on July 15, 1950
"H"	67,000	on July 15, 1951
"I"	69,000	on July 15, 1952
"J"	70,000	on July 15, 1953
"K"	71,000	on July 15, 1954
"L"	73,000	on July 15, 1955
"M"	74,000	on July 15, 1956

as warranted and described in the official notice of sale which is hereby made a part of this bid, we will pay \$870,682.40 equivalent to \$101.36 for each \$100 par value of Certificates of Indebtedness, and accrued interest from the date of the Certificates to the date of delivery.

This bid is subject to our being furnished, without cost to us, at the time of or prior to the delivery of the Certificates of Indebtedness, with the satisfactory unqualified opinions of the Attorney General of Maryland and of Bartlett, Poe and Claggett approving the legality of the issue; also with copy of the record of proceedings and other certified papers examined by them.

As evidence of our good faith in bidding, there is enclosed a check for \$42,950 drawn to the order of "Treasurer of Maryland", which check is to be retained as partial payment for the total price named herein if we are awarded the bonds, or returned immediately if our bid is not accepted.

This bid is for immediate acceptance.

The National City Bank of New York  
Blyth & Co., Inc.  
Geo. B. Gibbons & Co., Inc.  
Roosevelt & Weigold, Inc.  
Owen Daly & Co.

Very truly yours,

By: Owen Daly & Co.

PHELPS, FENN & CO.

39 Broadway, New York

June 23, 1941

Mr. Hooper S. Miles  
Treasurer, State of Maryland  
Annapolis, Maryland

Dear Sir:

For all but not any part of \$859,000. STATE OF MARYLAND Certificates of Indebtedness, known as the General Bond Issue of 1941, dated July 15, 1941 and maturing July 15, 1944 to 1956 inclusive, all other details completely described in your notice of sale, said bonds to bear interest at the rate of 1 1/4% percent per annum, we will pay \$868,019.50 and accrued interest to date of delivery of the bonds to us. This is at the rate of \$101.05 per \$100 par value per bond.

As required in your notice of sale, we enclose certified check to the order of the Treasurer of Maryland for \$42,950. which check is to be returned to our representative if this proposal is not accepted, otherwise said check is to be retained as and for liquidated damages in case we fail to take up and pay for said bonds in accordance with the terms of this proposal.

Very truly yours,

Phelps, Fenn & Co.  
Stone & Webster and Blodget, Inc.  
The Boatmen's National Bank  
Mackubin, Legg & Co.  
Charles K. Morris & Co.

SALOMON BROS. & HUTZLER  
60 Wall Street, New York

June 24, 1941

"PROPOSAL FOR GENERAL BOND ISSUE OF 1941"

Mr. Hooper C. Miles  
Treasurer of the State of Maryland  
Annapolis, Maryland

Dear Sir:

In accordance with your notice of sale, we will pay Eight Hundred seventy-two thousand, eight hundred twenty-one dollars and thirty-one cents, (\$872,821.31) and accrued interest for \$859,000 State of Maryland, Certificates of Indebtedness, known as "General Bond Issue of 1941"; bearing interest at the rate of one and one-quarter percent ( $1\frac{1}{4}\%$ ) per annum, payable on the 15th day of January and July, and maturing in various amounts, July 15, 1944 to July 15, 1956 inclusive.

We enclose certified check for \$42,950.00 as required by your notice of sale.

Very truly yours,

Salomon Bros. & Hutzler

LEM:AB

SHIELDS & COMPANY  
44 Wall Street, New York

June 25, 1941

Hon. Hooper S. Miles, Treasurer  
State of Maryland  
Annapolis, Md.

Dear Sir:

Subject to the provisions of the annexed notice of sale which is made a part of this bid, we offer to purchase all, but not any part of the

\$859,000 STATE OF MARYLAND "General Bond Issue of 1941"

to be dated July 15, 1941, as more fully described in said notice, bearing interest at the rate of  $1\frac{1}{4}\%$  per cent per annum, and to pay therefor One Hundred and Two  $\frac{134}{1000}$  (\$102.134) Dollars per \$100 par value, together with accrued interest from date of bonds to date of delivery.

We enclose herewith, a certified check to the order of the "TREASURER OF MARYLAND" for \$42,950, being 5% of the amount bid for, to be applied as provided in said notice.

Yours very truly,

Shields & Co.

C. T. Williams & Co., Inc.

By: Vice President

SMITH, BARNEY & CO.  
14 Wall Street, New York

June 25, 1941

Mr. Hooper S. Miles  
Treasurer of the State of Maryland  
Annapolis, Maryland

Dear Sir:

For all but no part of the following described, legally issued, properly executed, direct general obligations of the State of Maryland, namely, \$859,000 General Bond Issue of 1941 Bonds to bear interest at the rate of  $1\frac{1}{2}\%$  per centum per annum, to be dated July 15, 1941, to mature each July 15,

\$58,000 Bonds 1944;	\$63,000 Bonds 1948;	\$70,000 Bonds 1953;
60,000 Bonds 1945;	65,000 Bonds 1949;	71,000 Bonds 1954;
61,000 Bonds 1946;	66,000 Bonds 1950;	73,000 Bonds 1955;

62,00 Bonds 1947;      67,000 Bonds 195;      74,000 Bonds 1956;  
                                  69,000 Bonds 1952;

all without option of prior payment, to be in coupon form in the denomination of \$1,000, principal and semi-annual interest (January 15 and July 15) to be payable at Baltimore, Maryland, and as further described in the official notice of sale signed Herbert R. O'Connor, Governor; J. Millard Tawes, Comptroller of the Treasury; Hooper S. Miles, Treasurer, we bid the sum of \$871,111.04 or \$101.4099 for each \$100 Bond and accrued interest from date of bonds to date of delivery thereof.

It is understood that we will be furnished, without expense to us at the time of or prior to the delivery of these bonds, satisfactory legal opinion of the Attorney-General of Maryland and Messrs. Bartlett, Poe and Claggett, Baltimore, Maryland, approving the validity of the bonds, together with certified papers examined by them.

As evidence of our good faith in bidding, we enclose certified check in the amount of \$42,950.00, payable to the order of Treasurer of the State of Maryland. If this proposal is accepted this check is to be retained as part payment for the above mentioned \$859,000 Bonds; otherwise it is to be returned immediately to us.

This bid is for immediate acceptance.

Very truly yours,

Smith, Barney & Co.  
 Union Trust Co. of Maryland  
 First of Michigan Corp.  
 Eldredge & Co.

First National Bank of St. Paul  
 By: Charles H. Baetjer.

After due consideration of the foregoing bids, and upon motion of Mr. Miles, seconded by Mr. Tawes, the Board unanimously accepted the bid of FIRST NATIONAL BANK OF CHICAGO, and associate, for the bonds.

\* \* \* \* \*

The Board took up the question of compensation to the firm of Bartlett, Poe & Claggett for services rendered and to be rendered in connection with furnishing legal opinions on the validity of the three installments of the General Bond Issue of 1941. After due consideration, it was agreed that the attorneys should be compensated for this service as follows:

\$1,000 payable at the time of furnishing opinion at the delivery of the July 15, 1941 installment of the Loan;

250 payable upon the furnishing of an opinion in connection with the delivery of the January 15, 1942 installment of the Loan;

250 to be paid upon delivery of opinion for the July 15, 1942 installment of the Loan.

#### CHELTENHAM SCHOOL FOR BOYS:

The Secretary brought to the attention of the Board a communication from the Board of Managers of Cheltenham School for Boys, quoting an excerpt from a meeting of that Board held June 5, 1941, recommending that the institution be authorized to retain Mr. Lucien E. D. Gaudreau, architect, for the construction work to be done for which the necessary money is appropriated in the General Bond Issue of 1941.

The Board also considered recommendations made on behalf of the firm of Kea, Ross & Walton, of Hyattsville, Maryland, for the architectural work

to be done at the institution.

After due consideration, the Board approved the employment of the firm of Rea, Ross & Walton by Cheltenham School for Boys for the architectural work required in connection with the proposed construction, for which an appropriation was included in the General Bond Issue of 1941.

COMMISSIONER OF MOTOR VEHICLES:

The Secretary brought to the attention of the Board a communication from the Commissioner of Motor Vehicles requesting authority to write off as uncollectible the fines in the case of Thomas Knowles, \$5.00 and William Zeisel, \$15.00, both in Cecil County, due to the inability of the department or the local Sheriff to locate either of these persons and the cases now being six years old.

The Board approved the request of the Commissioner of Motor Vehicles to write off these fines as uncollectible.

COMPTROLLER OF THE TREASURY:

See: Leases, these minutes

\* \* \* \* \*

Refunds

After due consideration the Board authorized the Comptroller to make the following refunds from Miscellaneous Appropriation #2, Item #24 of the budget for the fiscal year 1941:

Alcoholic Beverages Tax Division-		\$783.50
Liquor Control Board for Montgomery		
County, Silver Spring, Md.	14.73-	
McCarthy-Hicks	9.90-	
Pierce & Hebner	710.85	
Liebmann Breweries, Inc.	<u>48.02</u>	

Corporation Taxes-		25.00
Pressure Concrete Co.	<u>25.00</u>	

Income Tax Division;-		4,665.09
Robert S. Bright-1937	114.40	
Mrs. Mary A. Baer-1937	13.03	
Dr. Thomas R. Chambers-1937	1.37	
Comptroller of the Treasury-		
Ritz Enterprises, Inc. 1937 tax		
to apply to 1938 taxes due	26.92	
Ambassador Apartment Corp.-1937	10.12	
Mrs. Mary A. Baer-1938	14.19	
Edward H. Gamm-1938	6.73	
Marshall E. Reid-1938	3.38	
Sidney Kanner-1938	.83	
Dr. Thomas R. Chambers-1938	3.83	
Geo. Carey Lindsay & Wm. C.		
Stevens, Co-Executors Estate		
of Peter Stevens-1938	19.78	
Ambassador Apartment Corp.-1938	21.29	
Comptroller of the Treasury-		
Geo. A. Weschler 1937 to apply on		
1940 tax due	60.88	
Brokerage Service Corp.-1938 to apply		
on 1939 tax due.	<u>4,378.34</u>	

Title Tax-		150.08
J. Nelson Rickards	1.38	
Chas. Alex. Buchanan	1.30	
Wm. Lawrence Lonsway	1.00	
Wm. Dennis Crane	1.00	
Chesapeake Cadillac Co.	2.50	
Lillian Gloria Martie	8.00	

Neil Ward Bender	9.40
Theodore Barr	12.30
Philip Leonard Green	2.10
Fasanko Motor Sales	18.44
Lustine-Nicholson Motor Co.	8.20
James Richard Griest	3.20
Weil & Scott Bros. Inc.	21.56
Charles S. Morgan	9.50
Gertrude Marie Wade	10.20
Norman Mister	1.50
Alva Burton Cook	4.90
Joseph C. Ford, Jr.	9.50
Garfield Anderson	3.80
Bernard Brager	3.80
Parlett Motor Co.	5.00

Land Commissioner's Office:	119.24
Alvin F. Thumma, Hagerstown, Md.,	
5.00 Warrant	
114.24 Patent	
	<u>\$5,742.91</u>

#### CROWNSVILLE STATE HOSPITAL:

The following gentlemen appeared before the Board on behalf of Crowns-ville State Hospital, in connection with the proposed construction at that institution:

Dr. George H. Preston, Commissioner of Mental Hygiene  
 Dr. Robert P. Winterode, Superintendent  
 Noah Joffe )  
 William P. Gundry ) , Members of the Board of Managers  
 James A. Walton ) of Crownsville State Hospital

together with Mr. James A. Edmunds, architect for the institution, and advised the Board that bids had been received from a number of contractors for construction work at the institution, for which money was appropriated in the General Bond Issue of 1939, plans and specifications for which were prepared by Mr. Edmunds, architect.

It was stated by Mr. Edmunds, speaking for the group, that the bids received were somewhat in excess of the amount of money available and that it was not possible, because of various eliminations through alternate bids, to reduce the cost of the work to bring it within the appropriation. Mr. Edmunds suggested that the institution be allowed to deal with the three low bidders, starting with the first low bidder, the Cogswell Construction Co., with a view to seeing if it is possible to have the contractor agree to do a certain part of the work which would give the institution the necessary part of the contemplated program within the amount of money available and failing to be able to get the Cogswell Construction Co. to enter into such an agreement, then the second low bidder is to be contacted with the same idea in mind; and after him, if he is not able to do the work, the third low bidder is to be approached with the same proposition. It was stated that the most important thing in connection with the project is to enter into a contract with the builder so that it will be possible for him to make his commitments for materials not later than July 1, 1941, after which date, because of certain regulations which will be effective in connection with the National Defense Program, it will not be possible to obtain materials necessary for construction work proposed to be done at Crownsville State Hospital.

After discussing the matter carefully with all present, it was agreed to approve the suggestion made that an effort be made to have the contractors, in the order named, do the work within the amount appropriated.

DEPARTMENT OF BUDGET & PROCUREMENT:

Mr. Kirkman brought to the attention of the Board some requests received for copies of the Annotated Code, 1939 Edition, in addition to the requests heretofor considered. The Board approved the recommendation of Mr. Kirkman that:

- 3 copies be delivered to the Judges of the Juvenile Court
- 2 copies be delivered to the Court of Appeals
- 1 copy be delivered to the Land Commissioner's Office
- 1 copy be delivered to the Baltimore office of the State Treasurer
- 1 copy be delivered to the Hall of Records.

\* \* \* \* \*

Mr. Kirkman called attention to the possible shortage in bituminous coal and the transportation of same, and suggested that it would be wise to order, for delivery not later than October 1st, a substantial portion of the needs of the institutions during the 1941-42 winter. Mr. Kirkman raised the question as whether funds would be available to take care of the payment of the coal in advance of October 1941, since payment of most of the coal is contemplated out of the 1942 Budget.

It was thought that some of the companies selling the coal would be willing to wait, and to date their bills October 1, 1941, so that they could be taken into the accounts for the year beginning that date. It might be possible that some others would not be willing to wait until October for payment.

After discussing the matter, it was felt that arrangements could be made to take care of the payment of most of the coal before next October and in case where the dealers could not wait until that time to make payment out of the Revolving Fund of the Department of Budget and Procurement before next October when the appropriations to the institutions would become available and the Fund could be reimbursed.

DEPARTMENT OF CORRECTION: Maryland Penitentiary

The Secretary brought to the attention of the Board a communication from Mr. Willis R. Jones, Chairman of the Department of Correction, advising that there was erected during the last fiscal year, at the Maryland Penitentiary, a fire escape for the hospital building in order to eliminate a hazardous condition there, but that the escape is on the outside of the building within close proximity to the outer walls, offering opportunities for escape which it is deemed best to guard against. Mr. Jones suggested that the Department be authorized to have the fire escape inclosed.

Mr. Jones advised that six bids had been received, the lowest being \$910. from L. E. Jones Wire & Iron Works, and the highest \$1,475.00 from Baltimore Wire & Iron Works, and asked permission to accept the bid of L. E. Jones Wire & Iron Works for the inclosing of the fire escape.

The Board approved the request and authorized Mr. Jones to proceed with the work, promptly, and to pay for same out of the balance in the old State Industries Account.

DEPARTMENT OF NATURAL RESOURCES:

Mr. Kirkman called attention to the fact that the Department of Natural Resources was not as yet organized because of the fact that the persons to be appointed to the Board had not yet been named by the Governor, and that some confusion exists at this time because of the absence of some directing head. It was stated that the Department of Budget & Procurement is recognizing documents signed by heads of the several agencies assigned to the Department of Natural Resources and the Comptroller stated that payrolls and expense accounts of those agencies were being paid, in the belief that whatever is done to the time of the naming of the Board will be approved.



The Board of Public Works felt that this procedure was satisfactory and that it should be continued until such time as the set-up of the new Department of Natural Resources is completed, with the naming of the members of the Board to direct that Department.

DEPARTMENT OF CORRECTION: Maryland Penal Farm

Mr. Kirkman advised of a request from the Department of Correction for authority to contract with R. Brooke Maxwell, Inc. of Pikesville, to draw plans for necessary landscaping and planting at the Penal Farm at a cost of \$795.

The Board was inclined to believe that it was not necessary to incur this expense because of the availability of advice on the work from the University of Maryland, at College Park. Mr. Kirkman was requested to look into the matter and report further to the Board.

LEASES:

Mr. Kirkman submitted, for approval by the Board, the following leases which had been reviewed by and recommended by him:

Comptroller of the Treasury: - (Grand Lodge Knights of Pythias)

Rooms 201, 206, 207, 208, 209 and 210 on the second floor of the Pythian Building, Baltimore, for a term of one year from May 1, 1941; at an annual rent of \$3,600.00; containing approximately 3,046 square feet.

Maryland Council of Defense: - (Union Trust Company)

Rooms 606, and 607 located on the sixth floor of Union Trust Building, Baltimore, for a term of one year from June 16, 1941; at an annual rent of \$925.00; payable in monthly installments.

Commissioners of the State Accident Fund of Maryland: -  
(Calvert Building & Construction Company)

Room 657 on the sixth floor of Calvert Building, Baltimore; for a term of three months from July 1, 1941; at a monthly rental of \$37.50, payable in advance.

University of Maryland (State Horticulture Department):-  
(N. Frank & Sons)

Ground floor space (50 x 57) in the north portion of the building located at 412-420 N. Holiday Street, Baltimore, including the use of the three North Entrances of said building, and to include all electrical current; to be used as Japanese beetle inspection platform; for the term of 3½ months from June 15, 1941; at a monthly rental of \$57.00, payable in advance.

The Board approved the execution of a lease for space in Berlin, Maryland for the use of the State Department of Health, with the rent to be paid by the local unit of that Department.

MARYLAND COUNCIL OF DEFENSE:

See: Leases, these minutes.

MARYLAND STATE GAME AND INLAND FISH COMMISSION:

The Secretary brought to the attention of the Board a communication from Mr. E. Lee LeCompte, State Game Warden, asking that he be authorized to proceed with the construction of a new barn on the property known as Hupke tract in Somerset County, purchased sometime ago by that Department. Mr. LeCompte cited two bids which had been received for the furnishing of labor and material for the erection of such a building:

Levin Adams	\$925.00
Young & Sons	1,237.88.

Mr. LeCompte requested that the Board authorize a contract with Levin Adams for this construction, which request the Board approved.

MARYLAND TRAINING SCHOOL FOR COLORED GIRLS:

Mr. Kirkman called attention to the fact that the Maryland Training School for Colored Girls, near Glen Burnie, desires authorization to improve the sewage system at that institution out of the sum of \$10,000 which is provided in the General Bond Issue of 1941, July 15th Installment. Mr. Kirkman stated that the sanitary conditions are extremely bad at the present time and should be improved.

The Board approved the request that the school be allowed to proceed with this work.

MORGAN STATE COLLEGE:

The Secretary brought to the attention of the Board the matter of transfer of money from the Scholarship Fund to the construction fund, to make certain additional installations in connection with the erection of the Women's Dormitory at Morgan State College.

The Board discussed this matter and approved a proposed amendment which would cover the transfer of these funds, in the amount of \$1,200.00.

\* \* \* \* \*

The Secretary brought to the attention of the Board a communication from Morgan State College dated June 20th, 1941, quoting a resolution passed by the Board of Trustees of that institution asking for authority to proceed with the construction of a new power plant at the institution, for which an appropriation of \$80,000 is included in the General Bond Issue of 1941.

After discussing this matter carefully, it was agreed that it is important that the work be proceeded with without delay so that the power plant will be available for operation during the next winter.

The Board approved the selection of Mr. Lucien E. D. Gaudreau as architect to take care of the architectural and engineering services necessary in connection with the construction and equipment for the new building and plant.

\* \* \* \* \*

The Secretary brought to the attention of the Board a file of correspondence from Morgan State College showing that certain difficulties in the construction work of the new Library Building, previously complained about, are now corrected and are now in a satisfactory condition.

NEW YORK WORLD'S FAIR OF 1939:

Mr. Kirkman reported that the State Auditor had secured certain papers from the New York World's Fair Commission and expects to have a report of the disbursements by the State for expenses at the Fair, at an early date.

ROSEWOOD STATE TRAINING SCHOOL:

The Secretary brought to the attention of the Board a communication from Rosewood State Training School, asking for authority to proceed with the purchase of equipment for the new Laundry Building.

The Board approved this request, with the amount to be spent not to exceed the appropriation for laundry equipment. And, further, that any money included in the General Bond Issue of 1941 for X-ray and other equipment for the hospital would have to be reserved, and this equipment purchased in accordance with the appropriation therefor. The purchase of this equipment is not to be deferred any longer. And, all equipment is to be purchased through the Department of Budget & Procurement.

SOCIAL SECURITY LAWS:

The Secretary brought to the attention of the Board a file of correspondence addressed to the Comptroller by Mr. Elmer F. Bernhardt, Chief of the Central Payroll Bureau of Baltimore City, relative to the amendment to the Social Security Laws whereby it is provided that the Board shall provide safe-guards which restrict the use or disclosure of information concerning applicants and recipients to persons directly connected with the administration of relief funds.

It has been the practice in Baltimore City for the Mayor & City Council to mail out payments on postcards which, of course, are in check form and disclose all information as to payments and the nature of them. Mr. Bernhardt has been in touch with the Attorney General, who called Mr. J. Milton Patterson, Director of the Department of Public Welfare, in reference thereto. The Attorney General regrets that he has no jurisdiction in the premises from the standpoint of rendering a legal opinion. Mr. Bernhardt advised that he has written the Attorney General of the United States, at Washington, explaining the additional expense which would be imposed upon Baltimore City through the issuance of separate checks and inclosing the payments in envelopes.

After carefully considering the matter, the Board was of the opinion that it would be unable to over-rule any law or regulation of the Social Security Board in the matter of this kind and that if Mr. Bernhardt could not convince the Washington authorities of the desirability of continuing the payments along the same lines as in the past, then it would be necessary for Mr. Bernhardt to comply with the demands of the Social Security Board.

SPRING GROVE STATE HOSPITAL:

Mr. Kirkman reported that Spring Grove State Hospital desired to be authorized to proceed with plans for the expenditure of the \$144,000 available to that institution from the July 15th Installment of the General Bond Issue of 1941.

The general plan is as follows:

Expansion of the Women's Group, which now consists of four cottages and dining room, by construction of an additional cottage for one hundred chronically disturbed women patients. These patients will be removed from the present Women's Building and the vacancies thus provided will be used to accommodate men patients. It is planned to withdraw all women from the present building, which is the original building on the ground, and to devote the building to the care of male patients.

Cost of new building, including architect's fee	\$123,000.
Replacement of steam line	14,000.
Additions to laundry	2,500.
Enclosed passages between cottages and Women's Group	3,000.
	<u>\$142,500.</u>

The Board approved the construction program as outlined above.

STATE ACCIDENT FUND:

See: Leases, these minutes.

STATE DEPARTMENT OF EDUCATION:

The Secretary brought to the attention of the Board a telegram received from Dr. Albert S. Cook, State Superintendent of Education, in which permission was requested to proceed with the plans for the building, as soon as possible, of the gymnasium and instruction rooms for physical education at the State Teachers College at Towson.

After discussion, it was agreed that this work should be done, because of having been in contemplation for the last several years and an appropriation

therefor having been made in the General Bond Issue of 1939, with additional money being provided in the General Bond Issue of 1941.

STATE DEPARTMENT OF FORESTRY:

Mr. Kirkman took up with the Board, the matter of securing budget schedules for the several funds under the control of the Department of Forestry, such funds being:

Forest Reserve Fund	\$13,000.
Roadside Tree Fund	50,000.
Clarke-McNary Fund (Federal)	15,000.
Federal Land Use Fund	2,000.

totaling \$80,000.00.

After due discussion of this matter, it was agreed that Mr. Kirkman should obtain from the Department budget schedules for these funds, similar to the schedules required of other departments.

STATE DEPARTMENT OF PUBLIC WELFARE:

Mr. Kirkman submitted the following to the Board:

"The State Department of Public Welfare, in reducing its 1942-43 budget by \$208,000.00 in accordance with the action of the Legislature, recommends that the following deductions be made:

\$120,000 from the appropriation of Aid to Dependent Children, reducing the same from \$1,300,000.00 to \$1,180,000.00.

Reduction of \$64,872.00 in the appropriation for Old Age Assistance, making that amount \$1,350,000.00 instead of \$1,414,872.00

Reduction of \$30,628.00 in the appropriation for General Public Assistance, making that amount \$1,070,583.00 instead of \$1,101,211.00.

These reductions total \$215,500.00, or \$7,500.00 more than the necessary reduction of \$208,000.00.

The Department of Public Welfare desires to increase the appropriation of administration to local units by \$7,500.00 to provide administrative expense for administration of Child Welfare Services in Montgomery County. The amount will be spent as follows:

1 Supervisor	\$2,200.00
4 Workers @ \$1,500 each	6,000.00
Travel and other expenses	1,175.00
	<u>\$9,375.00</u>

of which 80% will be contributed by the State, or \$7,500.00."

After due consideration, the Board approved the foregoing report.

STATE EMPLOYMENT COMMISSIONER:

The Secretary brought to the attention of the Board a communication from Dr. Horace E. Flack, Secretary of The Legislative Council, advising that the Council will meet on July 9th, at 11:00 a.m., in the Senate Finance Room, Annapolis, Maryland, to consider a communication received from Mr. Thomas J. Grogan, Jr., Director, Maryland Classified Employees' Association, criticising Bulletin #53 issued by the State Employment Commissioner. Dr. Flack invited the Board to have a representative present at the meeting, if it wished to do so.

The Board authorized Mr. Kirkman and Mr. McCusker to attend the meeting.

STATE EMPLOYEES' RETIREMENT SYSTEM:

The Board took up the question of appointing a member of the Board of Trustees of the State Employees' Retirement System, and after due consideration it was decided to name Mr. Frank Harper, Secretary of the Public Service Commission of Maryland, as the member of the System to be appointed by the Board of Public Works, and to serve with the other members named in the Act creating this System.

STATE EXAMINING BOARDS:

At the suggestion of the Comptroller, the Board approved as uncollectible the net balance of \$11.79 existing in the accounts of the Board of Examiners and Supervisors of Paperhangers of Baltimore City, as disclosed in an audit made by the State Auditor, report dated July 30, 1936, the Court having declared the act creating the Board, unconstitutional. The Board authorized the Comptroller to write-off this balance as uncollectible.

STATE PROPERTY:

Mr. Kirkman brought to the attention of the Board, a request from the Maryland State Police that they be allowed to dispose of -

170 automobile tires  
18 motorcycle tires  
8 automobile batteries  
5 motorcycle batteries,

which are not serviceable.

The Board approved this request.

STATE OFFICE BUILDING:

The Secretary brought to the attention of the Board a communication from The Davis Construction Company, requesting payment of the balance of \$2,500.00 due them on their contract for the construction of the State Office Building, Annapolis, it having been represented to them that Mr. James Posey, mechanical engineer, had finally approved the air conditioning installation done by the Paul J. Vincent Co.

The Secretary called attention to the fact that Mr. E. Lee Kries, Chief Engineer, for the State, is of the opinion that the work is not entirely satisfactory and that there are several conditions which should be eliminated before acceptance of the work by the State. Mr. Hopkins, architect for the building, advised Mr. McCusker that he would have the general contract, the air conditioning contractor and Mr. Posey, together with the architect, all meet in Annapolis for the purpose of going over the complaints made by Mr. Kries, with a view to taking care of anything necessary to be done to have the work accepted by the State.

The Board ordered payment of the balance due The Davis Construction Co. withheld until completion of the work in a satisfactory manner.

STATE ROADS COMMISSION:

The Secretary brought to the attention of the Board, a verbal request which had been made by the State Roads Commission for office space in the State Office Building, Annapolis, for work incident to the operation of the Annapolis-Matepeake Ferry, and to take the place of the Maryland Avenue, Annapolis office heretofore rented by the Claiborne-Annapolis Ferry Company.

The Secretary recommended that the space now used by the Maryland Publicity Commission, on the third floor of the building, be provided so the Commission (State Roads) would have office space for the work to be done in connection with the operation of the Ferry, which recommendation was approved by the Board. The Secretary was authorized to make the necessary arrangements.

UNIVERSITY OF MARYLAND:

UNIVERSITY OF MARYLAND:

The Secretary brought to the attention of the Board a communication from Dr. H. C. Byrd, President, University of Maryland, relative to architectural services and the construction of the Armory at College Park. Dr. Byrd stated that he had obtained accurate estimates for the construction of the building, and the total cost would be approximately \$235,00.00, which would be \$35,000 above the amount available; but, he has been assured by the W.P.A. authorities that from \$25,000 to \$35,000 additional funds may be obtained from the W.P.A. when the need for it is shown. Dr. Byrd further advised that a conference with the two architects selected by the Board, Messrs. Hopkins and Fletcher, had enabled him to prevail upon them to handle the contract on a flat fee of 6% basis on not more than \$200,000.00.

The Board approved the program as outlined for the Armory and the architectural services required therewith.

\* \* \* \* \*

It was stated by the Governor that Messrs. Hopkins and Fletcher will take care of the architectural services in connection with the additional construction at the Nurses Home in Baltimore, in accordance with the approval heretofor given by the Board for the employment of these two architects.

\* \* \* \* \*

The attention of the Board was called to three vouchers which had been submitted to the Comptroller for payment:

- |  |          |
|--|----------|
| 1- Paul V. McNutt, Administrator-Federal Security  | \$250.00 |
| (as an honorarium in connection with address made by him to the graduating class of 1941.)                             |          |
| 2- Bishop A. W. Leonard  | 150.00   |
| (as an honorarium in connection with sermon given by him to the graduating class of 1941.)                             |          |
| 3- Rev. John J. Murphy   | 50.00    |
| (as an honorarium in connection with the Invocation and Benediction delivered by him to the Graduating Class of 1941.) |          |

The members of the Board expressed their surprise that a request for these items was made and felt that while there was nothing else to do but let the checks go through, it was desired that the University of Maryland be advised that the Board does not look with favor upon such items, and recommends that, in the future, there be no commitments to anyone rendering similar service, without authority therefor first having been obtained from the Board of Public Works.

\* \* \* \* \*

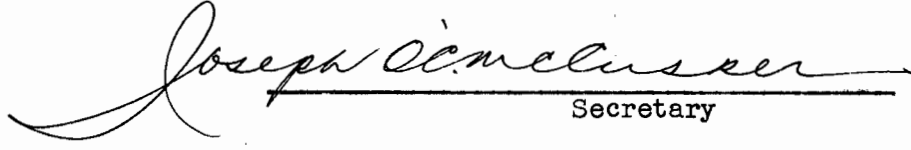
Mr. Kirkman advised the Board that the Attorney General has ruled that the budget of the University of Maryland is still in lump sum form and that a breakdown must be submitted, as has been the case in the last two years; That the officials of the University of Maryland had been informed of the ruling of the Attorney General and requested to furnish the necessary schedules.

\* \* \* \* \*

See: Leases, these minutes.

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There being no further business, the meeting was adjourned.

  
Secretary